

Voluntary Prepayment of Assessments Program Agreement Instructions

To voluntarily prepay Temporary Corporate Credit Union Stabilization Fund (Stabilization Fund) assessments, please follow these instructions. The minimum commitment amount for each credit union is the greater of \$1,000 or 0.05 percent of March 31, 2011 insured shares. If you do not wish to make a voluntary prepayment, then no response is necessary.

Step 1. Complete the attached Program Agreement. NCUA will use the email address provided on the form to keep you informed about the Program; including a notification about whether or not the total amount of commitments submitted by all credit unions meets the \$500 million program goal.

Step 2. Complete the *Authorization Agreement for Electronic Funds Transfer Payments* form if you have not previously submitted this form to NCUA, or if you would like to update this information. You do not need to complete this form if you have previously provided this information to NCUA, and the information is current. Voluntary prepayment of assessments will only be accepted via electronic funds transfer.

Step 3. Provide your Program Agreement, along with the completed *Authorization Agreement for Electronic Funds Transfer Payments* form (if necessary) to NCUA by Friday, July 29, 2011:

Email (preferred method): ncusifach@ncua.gov, using the subject line "Prepayment of Assessments"

Fax: (703) 837-2400, Attention "Prepayment of Assessments"

Mail: National Credit Union Administration, Attention: OCFO/Prepayment of Assessments, 1775 Duke St., Alexandria, VA 22314-3428

Step 4. No later than Tuesday, August 9, 2011, NCUA will email a status update from ncusifach@ncua.gov to your credit union (using the email address that you provided on your Program Agreement) indicating whether the required target amount of commitments submitted by all credit unions has been met. If the required target is met, then NCUA will process a direct debit of your credit union's account through Pay.Gov on Thursday, August 18, 2011. However, if the target amount is not met, then NCUA will not transfer funds from your account and the program will not be offered at this time. If an amount greater than the target amount is pledged, NCUA will determine your *pro rata* share of the target amount, and transfer that sum. NCUA will under no circumstances transfer more than your commitment amount.

Voluntary Prepayment of Assessments

Program Agreement

_____ (Name of Credit Union) (the "Credit Union") desires and consents to participate in the NCUA's Voluntary Prepayment of Assessments Program (Program). Accordingly, the Credit Union commits the "Commitment Amount" in a voluntary prepaid assessment as stated on page 2.

The complete terms and conditions of the prepaid assessment are set forth in the Program Terms and Conditions. The Credit Union understands, however, that:

- Participation in the Program is voluntary. If the Credit Union participates in the Program, the Credit Union must return this completed Program Agreement and *Authorization Agreement for Electronic Funds Transfer Payments* (if required) to NCUA no later than Friday, July 29, 2011.
- NCUA, at its discretion, may accept any amount of prepaid assessment from the Credit Union ranging from the *pro rata* adjusted minimum contribution (the minimum commitment is the greater of \$1,000 or 0.05 percent of March 31, 2011, insured shares) up to the maximum amount (0.48 percent of March 31, 2011, insured shares) as defined in the Program Terms and Conditions.
- NCUA will notify the Credit Union no later than Tuesday, August 9, 2011, if NCUA will accept the Credit Union's commitment. After notification, the Credit Union agrees to make available the specified amount of funds so that NCUA may process a direct debit of the credit union's account through Pay.Gov on Thursday, August 18, 2011. The amount received and accepted by NCUA will be the Credit Union's voluntary prepayment of assessment.
- NCUA will apply the prepayment proceeds received from the Credit Union to offset Stabilization Fund assessments for the years 2013 and thereafter. If there is any remaining balance when the NCUA closes the Stabilization Fund, the NCUA will return the balance to the Credit Union at that time. The Credit Union cannot redeem any part of its prepayment balance from the NCUA except by 1) offset against an invoiced Stabilization Fund assessment or 2) return when the Stabilization Fund is closed.
- The Credit Union will not receive any interest or any other form of compensation from NCUA on the Credit Union's prepayment amount.

**Voluntary Prepayment of Assessments Program
Program Agreement - Page 2**

Name of Credit Union: _____

Commitment Amount: _____

Charter Number of Credit Union: _____

Join Number of Credit Union (if known): _____

Address of Credit Union: _____

Credit Union Contact Email Address: _____

Note: This email address will be used to keep you informed about whether the adequate minimum aggregate commitment amount has been met, and if met, the date when NCUA will electronically transfer the authorized funds from your account via direct debit through Pay.Gov.

Credit Union Telephone Number: _____

Authorized Credit Union Representative:

Printed Name: _____

Title: _____

Signature: _____ Date: _____

Please email your credit union's completed and signed Program Agreement and Authorization Agreement to EFT Payments to NCUA at ncusifach@ncua.gov using the subject line "Voluntary Prepayment of Assessments". Alternatively you may send via fax at (703) 837-2400, Attention: "Voluntary Prepayment of Assessments"; or mail to NCUA, Attention: OCFO/Voluntary Prepayment of Assessments, 1775 Duke St., Alexandria, VA 22314-3428. NCUA must receive your response by Friday, July 29, 2011.